

Report for the **Tobacco Settlement Agreement Fund Oversight Committee**

"July 20, 2018

Meeting of the Kentucky Agricultural Development Board



Commonwealth of Kentucky Governor's Office of Agricultural Policy

For Immediate Release



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Agricultural Education, Grain Bin Rescue Equipment, Small Animal Livestock Pens Among Seventeen Agricultural Investments Approved

More than \$7 million invested in Kentucky Agricultural Development Funds

FRANKFORT, Ky. (July 20, 2018) – The Kentucky Agricultural Development Board approved \$7,166,371 in 17 agricultural diversification and rural development projects across the Commonwealth at its monthly board meeting.

State Investments:

Demolition Projects at the Kentucky State Fair and Exposition Center

Kentucky State Fair Board was approved for up to \$5,000,000 in State funds to demolish Cardinal Stadium and up to \$1,000,000 in State funds to demolish the old Department of Transportation building at the Kentucky State Fair and Exposition Center. For more information on these projects, contact Sam Ruth at (502) 367-5120 or sam.ruth@kyvenues.com.

County Investments:

Cattle Scales

The Berry Center, Inc. was approved for up to \$5,000 in Henry County funds to purchase mobile cattle scales for use by its Home Place Meat cattle producers. For more information on this project, contact Katie Ellis at (859) 583-6786 or katieellis@berrycenter.org.

Agricultural Education

Jessamine County FFA Alumni Association, Inc. was approved for up to \$5,000 in Jessamine County funds to expand an existing educational walking trail. For more information on this project, contact Carl Waits at (859) 948-5527.

Grain Bin Rescue Equipment

Hancock County Farm Bureau was approved for up to \$1,800 in Hancock County funds to purchase four sets of grain bin rescue equipment. For more information on this project, contact Evan Tate at (270) 668-3167 or evan.tate@uky.edu.

Small Animal Livestock Pens

Mercer County 4-H Council, Inc. was approved for up to \$1,500 in Mercer County funds to purchase gates to build pens for small livestock. For more information on this project, contact Dana Anderson at (859) 734-4378 or dana.anderson@uky.edu..

Small Animal Livestock Pens

Hancock County Fair Board, Inc. was approved for up to \$600 in Hancock County funds to purchase small animal holding pens. For more information on this project, contact Franklin Powers at (270) 792-9143 or evan.tate@uky.edu.

On-Farm Investments

The County Agricultural Investment Program (CAIP) offers 11 investment areas that give Kentucky agricultural producers the ability to increase net farm income, add value to their products and diversify their operation. CAIP benefits and enhances agriculture across the state by stimulating markets for Kentucky agricultural products. Seven CAIPs were approved by the board totaling \$1,020,867 for Allen (\$109,505), Boyle (\$113,000), Edmonson (\$70,000), Elliott (\$129,128), Gallatin (\$150,000), Nicholas (\$239,234) and Shelby (\$210,000) counties.

In addition to these new approvals, an additional \$124,104 was approved to enhance an existing CAIP in Greenup (\$52,738) and Magoffin (\$71,366) counties.

Environmental Stewardship

The Deceased Farm Animal Removal Program serves as a measure to facilitate the coordination of environmentally sound and cost effective disposal of deceased livestock for Kentucky producers. One Deceased Farm Animal Removal Program totaling \$7,500 was approved for Boyle County.

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Great strides continue being made toward lessening Kentucky's dependence on tobacco production while revitalizing the farm economy by investing a portion of Kentucky's Master Settlement Agreement Funds into the Kentucky Agricultural Development Fund.

To date, Kentucky has invested nearly \$575 million in an array of county, regional and state projects designed to increase net farm income and create sustainable new farm-based business enterprises. These funding approvals, made possible by the Kentucky Agricultural Development Fund, represent just a few of the more than 5,900 projects approved, since the inception of the program in January 2001.

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KADF Programs

Approved at the July 2018 KADB Meetings

CAIP			
County	Program Administrator	<u>Date Submitted</u>	Funds Approved
Allen	Allen County Conservation District	6/21/2018	\$109,505
Boyle	Boyle County Farm Bureau	6/25/2018	\$113,000
Edmonson	Edmonson County Cattleman Assoc.	6/22/2018	\$70,000
Elliott	Elliott County Conservation District	6/27/2018	\$129,128
Gallatin	Gallatin County Farm Bureau of Gallatin County, Kentucky	6/14/2018	\$150,000
Nicholas	Nicholas County Conservation District	6/29/2018	\$239,234
Shelby	Shelby County Farm Bureau, Inc.	6/27/2018	\$210,000
7			\$ 1,020,867

Deceased Farm A	Animal Removal Program		
County	Program Administrator	<u>Date Submitted</u>	Funds Approved
Boyle	Boyle County Conservation District	6/25/2018	\$7,500
1			\$ 7,500

Board Meeting 4

App # A2018-0033

Applicant Name Magoffin County Agriculture Investment Program Incorporated

Original Amount Approved \$60,000 Execution Date 3/16/2018

Requested Change The applicant requests an <u>additional</u> \$71,366 in Magoffin County funds

for the CAIP Program. The request received a high priority from the

County Council.

This is the first request for an amendment to this application number. The term of the program shall remain 12-months from the execution

date of the original agreement.

Approval of this request would bring the program total to \$131,366.

Recommend Approval

App# A2018-0026

Applicant Name Greenup County Conservation District

Original Amount Approved \$65,222 Execution Date 6/5/2018

Requested Change The applicant requests an <u>additional</u> \$52,738 in Greenup County funds

for the CAIP Program. The request received a high priority from the

County Council.

This is the first request for an amendment to this application number. The term of the program shall remain 12-months from the execution

date of the original agreement.

Approval of this request would bring the program total to \$117,960.

Recommend Approval

Kentucky State Fair Board

A2018-0126

Application County: Jefferson County Priority: Not Applicable Date Application Submitted: 5/24/2018

FUNDING REQUEST

The Kentucky State Fair Board is requesting \$5,000,000 in State funds to demolish Cardinal Stadium at the Kentucky State Fair & Exposition Center.

APPLICATION SUMMARY

One of the provisions in 2018 Regular Session House Bill 200 authorized the allocation of \$7,000,000 in fiscal year 2018-19 for capital improvements to the agricultural events space and other facilities located at the Kentucky State Fair & Exposition Center. The authorization specifically stated that funds could be used for projects related to deferred maintenance, renovation, and remodeling of event space primarily used for animal and other agricultural-related events or the demolition of unusable facilities.

This project will involve the demolition of Cardinal Stadium, which is no longer safe for use. The stadium occupies 11.5 acres of space and is a prime location for the potential development of an agriculture facility.

The total cost of the project is estimated at \$5,000,000 with the following funding sources: \$5,000,000 KADF State funds

PROJECTED PRODUCER IMPACT

The applicant states that the public in general, including farm families, will benefit directly from this project.

Kentucky State Fair Board

A2018-0126

Application County: Jefferson County Priority: Not Applicable Date Application Submitted: 5/24/2018

Committee Recommendation:

The White Application Review Committee recommends funding the request for \$5,000,000 in State funds subject to the terms and conditions below:

TERMS & CONDITIONS

- 1. Funds shall be made available upon the execution of the Legal Agreement in the form of a grant. The project shall occur in two phases: Design Phase and Demolition Phase.
- 2. Design Phase: Upon the execution of the Legal Agreement, GOAP will release \$500,000 to the Recipient. With the assistance from staff from the Kentucky Finance & Administration Cabinet, the Recipient shall then hire an architect/engineer to do a hazardous material abatement survey and a utility assessment study. If any abatement or utility costs need to be incurred, the Recipient shall hire contractors to perform the work.
- 3. Demolition Phase: Following the Design Phase, GOAP will release \$4.5 million to the Recipient once the following conditions have been met:
- a. With staff assistance from the Kentucky Finance & Administration Cabinet, the Recipient shall develop general guidelines for a Request for Proposal and shall bid the demolition stage out to prospective contractors.
- b. Once a contractor is chosen for the project, the Recipient shall submit a revised budget to GOAP which shall be attached as an exhibit to the Legal Agreement.
- 4. Upon receipt of the construction bids for Projects A2018-0126 or A2018-0127, should the construction bids come in at a higher amount than contained in the project budget, the Recipient shall submit the budgets for both projects, in writing, to GOAP staff and request that funds be reallocated from one project to the other, or that the remaining unallocated funds from the \$7 million appropriated for Fiscal Year 2018-2019 be allocated to the respective project.
- 5. Demolition costs shall be certified by a project manager on forms approved or provided by GOAP. The Kentucky Finance & Administration Cabinet staff shall assist the Recipient to ensure the forms are accurately reported and that the work has been completed. The Recipient shall provide quarterly reports to GOAP that reflect the current and total expenditures of the demolition.
- 6. The Recipient shall provide GOAP with copies of any reports that are required to be submitted to the LRC Capital Projects and Bond Oversight Committee.
- 7. The Recipient shall have one year from the effective date of the Legal Agreement to complete the project.
- 8. The Recipient shall own and maintain the property facilities for at least 10 years from the effective date of the Legal Agreement. In the event the Recipient sells part or all of the property facilities prior to the expiration of the moratorium period, the Recipient shall refund the grant amount to the Kentucky Agricultural Development Fund on a pro-rated basis.
- **9. The KADB added another term at its July 20, 2018 Board meeting that would require the Recipient to develop a system to measure purchases of Kentucky Proud products, farm impact purchases, and local food purchases.

Board Decision:

Demolition of Cardinal Stadium: The Kentucky State Fair Board was approved for \$5,000,000 in state funds for the demolition of Cardinal Stadium at the Kentucky Exposition Center in Louisville.

Kentucky State Fair Board

A2018-0127

Application County: Jefferson County Priority: Not Applicable Date Application Submitted: 5/24/2018

FUNDING REQUEST

The Kentucky State Fair Board is requesting \$1,000,000 in State funds to demolish the old Department of Transportation building at the Kentucky State Fair & Exposition Center.

APPLICATION SUMMARY

One of the provisions in 2018 Regular Session House Bill 200 authorized the allocation of \$7,000,000 in fiscal year 2018-19 for capital improvements to the agricultural events space and other facilities located at the Kentucky State Fair & Exposition Center. The authorization specifically stated that funds could be used for projects related to deferred maintenance, renovation, and remodeling of event space primarily used for animal and other agricultural-related events or the demolition of unusable facilities.

This project will involve the demolition of the old Department of Transportation building, which is no longer safe for use. The building was conveyed to the State Fair Board in 2008 and has since been abandoned. It is not habitable due to water damage, mold, and asbestos. The building occupies 3.5 acres of space and is a prime location for future development and possible revenue streams generated from agriculture-related events.

The total cost of the project is estimated at \$1,000,000 with the following funding sources: \$1,000,000 KADF State funds

PROJECTED PRODUCER IMPACT

The applicant states that the public in general, including farm families, will benefit directly from this project.

Kentucky State Fair Board

A2018-0127

Application County: Jefferson County Priority: Not Applicable Date Application Submitted: 5/24/2018

Committee Recommendation:

The White Application Review Committee recommends funding the request for \$1,000,000 in State funds subject to the terms and conditions below:

TERMS & CONDITIONS

- 1. Funds shall be made available upon the execution of the Legal Agreement in the form of a grant. The project shall occur in two phases: Design Phase and Demolition Phase.
- 2. Design Phase: Upon the execution of the Legal Agreement, GOAP will release \$100,000 to the Recipient. With the assistance from staff from the Kentucky Finance & Administration Cabinet, the Recipient shall then hire an architect/engineer to do a hazardous material abatement survey and a utility assessment study. If any abatement or utility costs need to be incurred, the Recipient shall hire contractors to perform the work.
- 3. Demolition Phase: Following the Design Phase, GOAP will release \$900,000 to the Recipient once the following conditions have been met:
- a. With staff assistance from the Kentucky Finance & Administration Cabinet, the Recipient shall develop general guidelines for a Request for Proposal and shall bid the demolition stage out to prospective contractors.
- b. Once a contractor is chosen for the project, the Recipient shall submit a revised budget to GOAP which shall be attached as an exhibit to the Legal Agreement.
- 4. Upon receipt of the construction bids for Projects A2018-0126 or A2018-0127, should the construction bids come in at a higher amount than contained in the project budget, the Recipient shall submit the budgets for both projects, in writing, to GOAP staff and request that funds be reallocated from one project to the other, or that the remaining unallocated funds from the \$7 million appropriated for Fiscal Year 2018-2019 be allocated to the respective project.
- 5. Demolition costs shall be certified by a project manager on forms approved or provided by GOAP. The Kentucky Finance & Administration Cabinet staff shall assist the Recipient to ensure the forms are accurately reported and that the work has been completed. The Recipient shall provide quarterly reports to GOAP that reflect the current and total expenditures of the demolition.
- 6. The Recipient shall provide GOAP with copies of any reports that are required to be submitted to the LRC Capital Projects and Bond Oversight Committee.
- 7. The Recipient shall have one year from the effective date of the Legal Agreement to complete the project.
- 8. The Recipient shall own and maintain the property facilities for at least 10 years from the effective date of the Legal Agreement. In the event the Recipient sells part or all of the property facilities prior to the expiration of the moratorium period, the Recipient shall refund the grant amount to the Kentucky Agricultural Development Fund on a pro-rated basis.

Board Decision:

Demolition of Old DOT Building: The Kentucky State Fair Board was approved for \$1,000,000 in state funds for the demolition of the old Department of Transportation building at the Kentucky Exposition Center in Louisville.

The Berry Center, Inc.

A2018-0128

Application County: Henry County Priority: High Date Application Submitted: 5/24/2018

FUNDING REQUEST

The Berry Center, Inc. has requested \$5,000 in Henry County funds to purchase mobile cattle scales.

APPLICATION SUMMARY

The applicant indicates that the mobile cattle scales will aid in helping the 10 Henry County producers contracted to produce rose veal in compliance with production standards. The rose veal will be sold to local chefs and other markets. The Berry Center, Inc. is open to loaning out the scales to other producers in the area for on-farm use when not being utilized by members.

The total cost of this project is estimated at \$10,000 with funding from the following sources: \$5,000 KADF Henry County funds (secured) \$5,000 The Berry Center Home Place Meat (secured)

PROJECTED PRODUCER IMPACT

The applicant is currently contracted with 10 Henry County farmers. Contracted producers will be paid \$1.80 per pound live weight.

Committee Recommendation:

The White Application Review Committee recommends funding the request for \$5,000 in Henry County funds subject to the terms and conditions below:

- 1. Funds shall be available upon the execution of the Legal Agreement in the form of a cost-reimbursement grant.
- 2. Funds shall be disbursed upon the Recipient submitting itemized receipts/invoices and either a copy of a cancelled check or a copy of the relevant credit card statement as proof of payment. Cash purchases shall not be eligible for cost-reimbursement. The Recipient may request reimbursement for expenses up to 12 months from the date of the executed Legal Agreement. The reimbursement rate shall be \$.50 per dollar of approved documented expenses.
- 3. The Recipient shall own and maintain the building/equipment for at least 5 years from the effective date of the Legal Agreement. In the event the Recipient sells the building/equipment prior to the expiration of the moratorium period, the Recipient shall refund the grant amount to the Kentucky Agricultural Development Fund on a pro-rated basis.
- 4. The Recipient shall submit annual reports detailing the usage of the mobile cattle scales. This shall include how frequently the scales are utilized as well as the number of producers using the scales.

Board Decision:

Cattle Scales: The Berry Center Inc. was approved for \$5,000 in Henry County funds to purchase mobile cattle scales.

Mercer County 4-H Council, Incorporated

A2018-0131

Application County: Mercer County Priority: High Date Application Submitted: 5/25/2018

FUNDING REQUEST

Mercer County 4-H Council Inc. is requesting \$1,500 in Mercer County funds to purchase gates to build pens for small livestock.

APPLICATION SUMMARY

The applicant purchased 22 panels/gates in 2010 for the livestock show at the Mercer County Fair. Since then, participation in small livestock shows, especially the pig show, has greatly increased. They intend to purchase 22 more 7-bar 6' panels to house the increased number of animals. These pens will be used during the Mercer County Fair and other agriculture education events. The panels will be stored at the Mercer County Cooperative Extension Office and set up and taken down the day of the show.

The total cost of the project is estimated at \$3,000 with funding from the following sources:

\$1,500 Mercer County Funds

\$1,000 Kentucky 4-H Foundation (secured)

\$250 Mercer County Swine Show Committee (secured)

\$200 Mercer County Goat Show Committee (secured)

\$50 Mercer County Sheep Show Committee (secured)

PROJECTED PRODUCER IMPACT

Approximately 75 farm families will be directly impacted by this project during the county fair. In addition, Mercer County students, from pre-school through third grade, will benefit from these pens when used for agricultural education and awareness programs.

Committee Recommendation:

The White Application Review Committee recommends funding the request for \$1,500 in Mercer County funds subject to the terms and conditions below:

- 1. Funds shall be available upon the execution of the Legal Agreement in the form of a cost-reimbursement grant.
- 2. Funds shall be disbursed upon the Recipient submitting itemized receipts/invoices and either a copy of a cancelled check or a copy of the relevant credit card statement as proof of payment. Cash purchases shall not be eligible for cost-reimbursement. The Recipient may request reimbursement for expenses up to 12 months from the date of the executed Legal Agreement. The reimbursement rate shall be \$.50 per dollar of approved documented expenses.
- 3. The Recipient shall own and maintain the building/equipment for at least 5 years from the effective date of the Legal Agreement. In the event the Recipient sells the building/equipment prior to the expiration of the moratorium period, the Recipient shall refund the grant amount to the Kentucky Agricultural Development Fund on a pro-rated basis.
- 4. The Recipient shall submit annual reports detailing the usage of the panels/gates including the number and type of animals shown and number of participants at each event. For educational programs, the Recipient shall include the number of workshops/events held and the number of attendees.

Board Decision:

Small Animal Livestock Pens: The Mercer County 4-H Council Inc. was approved for \$1,500 in Mercer County funds to purchase gates to build pens for small livestock.

Jessamine County FFA Alumni Association, Inc.

A2018-0132

Application County: Jessamine County Priority: High Date Application Submitted: 5/25/2018

FUNDING REQUEST

Jessamine County FFA Alumni Association Inc. is requesting funds for \$5,000 in Jessamine County funds to expand their existing educational walking trail including the construction of a koi pond, raised beds, fruit trees, and bee hives.

APPLICATION SUMMARY

Students at the Jessamine Career and Technology Center are intending to expand the already existing educational walking trail located on campus. They will plant additional fruit trees in the orchard area along with blueberries, strawberries, grapes, raspberries, and blackberries in trellis and raised bed areas. In addition, the applicant plans to construct a koi pond and add another bee hive to the property. The area will be maintained by the students as an educational area and place for students to implement SAE's (Supervised Agricultural Experience). Many of the products produced through new additions will be sold at places like the Nicholasville Farmers Market. The location of the walking trail is on Jessamine Career and Technology Center campus.

The total cost of the project is estimated at \$10,000 with matching funding from the following sources:

\$5,000 Jessamine County Funds

\$2,000 School (secured)

\$1,000 Jessamine County FFA Alumni (secured)

\$2,000 Agriculture Department (secured)

PROJECTED PRODUCER IMPACT

Over 450 students have used the walking trail for educational purposes as well as many from the community. Students will be able to develop projects in fruit and berry production, koi farming and sales, honey production and sales, and jam and jelly making. The trail is open to the public.

Committee Recommendation:

The White Application Review Committee recommends funding the request for \$5,000 in Jessamine County funds subject to the terms and conditions below:

- 1. Funds shall be available upon the execution of the Legal Agreement in the form of a cost-reimbursement grant.
- 2. Funds shall be disbursed upon the Recipient submitting itemized receipts/invoices and either a copy of a cancelled check or a copy of the relevant credit card statement as proof of payment. Cash purchases shall not be eligible for cost-reimbursement. The Recipient may request reimbursement for expenses up to 12 months from the date of the executed Legal Agreement. The reimbursement rate shall be \$.50 per dollar of approved documented expenses.
- 3. The Recipient shall submit two years of annual reports detailing the number of participants and the types and amount of produce grown. For educational programs, the Recipient shall include the number of workshops/events held and the number of attendees.

Board Decision:

Ag Education: The Jessamine County FFA Alumni Association Inc. was approved for \$5,000 in Jessamine County funds to aid in the expansion of an educational walking trail, including koi pond construction, raised beds, fruit trees, and bee hives.

Hancock County Fair Board, Inc.

A2018-0138

Application County: Hancock County Priority: High Date Application Submitted: 5/25/2018

FUNDING REQUEST

Hancock County Fair Board Inc. is requesting \$600 in Hancock County funds to purchase small animal holding pens.

APPLICATION SUMMARY

The applicant plans to purchase holding pens for small animals such as pigs, goats, and sheep at the Hancock County Fair. The pens will be used for the Hancock County Fair and other agricultural events. The Hancock County Fair Board has a 100 year lease with the Hancock County Farm Bureau, owners of the Fairgrounds property.

The total cost of the project is estimated at \$1,200 with funding from the following sources:

\$600 Hancock County Funds

\$600 Hancock County Fair Board (secured)

PROJECTED PRODUCER IMPACT

The Applicant states that it will directly benefit 15 families involved with the youth livestock club, however, they also indicate that nearly 8,000 people attend the county fair every year.

Committee Recommendation:

The White Application Review Committee recommends funding the request for \$600 in Hancock County funds subject to the terms and conditions below:

- 1. Funds shall be available upon the execution of the Legal Agreement in the form of a cost-reimbursement grant.
- 2. Funds shall be disbursed upon the Recipient submitting itemized receipts/invoices and either a copy of a cancelled check or a copy of the relevant credit card statement as proof of payment. Cash purchases shall not be eligible for cost-reimbursement. The Recipient may request reimbursement for expenses up to 12 months from the date of the executed Legal Agreement. The reimbursement rate shall be \$.50 per dollar of approved documented expenses.
- 3. The Recipient shall own and maintain the building/equipment for at least 5 years from the effective date of the Legal Agreement. In the event the Recipient sells the building/equipment prior to the expiration of the moratorium period, the Recipient shall refund the grant amount to the Kentucky Agricultural Development Fund on a pro-rated basis.
- 4. The Recipient shall submit annual reports detailing the usage of the holding pens including the number and type of animals sold/shown and number of participants at each event. For educational programs, the Recipient shall include the number of workshops/events held and the number of attendees.

Board Decision:

Small Animal Holding Pens: The Hancock County Fair Board Inc. was approved for \$600 in Hancock County funds to purchase small animal holding pens.

Hancock County Farm Bureau of Hancock County, Kentucky

A2018-0139

Application County: Hancock County Priority: High Date Application Submitted: 5/25/2018

FUNDING REQUEST

Hancock County Farm Bureau is requesting \$1,800 in Hancock County Funds to purchase four grain bin rescue equipment.

APPLICATION SUMMARY

The applicant indicates that the funds will be used to purchase four turtle tubes for grain bin rescue. The Hancock County fire department and local volunteer rescue squad will use the equipment.

The total cost of the project is estimated at \$3,600 dollars with funding from the following sources:

\$1,800 Hancock County Funds

\$1,800 Hancock County Farm Bureau (secured)

PROJECTED PRODUCER IMPACT

This project is designed to provide safety in the case of emergency to the 200 farm families that reside in Hancock County. The safety devices will be available to neighboring counties as well when working alongside Hancock County trained rescue personnel.

Committee Recommendation:

The White Application Review Committee recommends funding \$1,800 in Hancock County funds, subject to the terms and conditions below:

- 1. Funds shall be available upon the execution of the Legal Agreement in the form of a cost-reimbursement grant.
- 2. Funds shall be disbursed upon the Recipient submitting itemized receipts/invoices and either a cancelled check or a copy of a relevant credit card statement as proof of cash payment. Funds may be drawn on the account for up to 12 months from the execution date of the Legal Agreement. The reimbursement rate shall be \$0.50 per dollar of approved documented expenses.
- 3. The Recipient shall provide a list of the locations that receive rescue equipment.
- 4. The Recipient shall submit annual reports detailing the number of classes and people trained on the rescue equipment.

Board Decision:

Grain Bin Rescue Equipment: The Hancock County Farm Bureau was approved for \$1,800 in Hancock County funds for the purchase of grain bin rescue equipment to be placed at four local fire departments/volunteer rescue squads.

Denied Project

Pumpkin Vine Creek, LLC

A2017-0146

Application County: Madison County Priority: Not Received Date Application Submitted: 6/30/2017

w/app

FUNDING REQUEST

Pumpkin Vine Creek Farm, LLC is requesting \$40,000 in Madison County funds and \$455,500 in State funds with a budget of \$975,000 to acquire RediFlame business equipment and startup costs.

APPLICATION SUMMARY

The applicant manufactures products, such as logs from kenaf grown in Floyd, Harlan, Perry and Madison Counties. Funds will be used for start-up costs of the RediFlame log business. This summer, the applicant initiated the location of product processing facilities on Pumpkin Vine Creek Farm in Madison County, at Kitts Creek Wood in Harlan County and at the NexGen facility in Perry County. These facilities will produce skeeter logs, fire starters, logs and research pellets. The applicant has also initiated a joint venture with Merizdo Ministries, Inc. in Lynch, Ky to assist with processing the RediFlame fire starter product.

The total cost of this project is \$975,000 with funding from the following sources:

\$455,500 KADF State funds

- \$ 40,000 Madison County funds (unsecure)
- \$ 11,500 Kentucky Proud grant (secure)
- \$ 3,000 Madison County Conservation program (secure)

\$425,000 MACED loan (unsecure)

\$ 40,000 Match from applicant

PROJECTED PRODUCER IMPACT

The applicant indicates that there is potential to create jobs both short term and in the future. In 2016, the applicant had 12 farmers that grew research plots and states that the 2017 group will expand.

Committee Recommendation:

The White Application Review Committee recommends no funding this project due to limited producer impact.

Board Decision:

The board denied this application, based on the Committee's recommendation.

Denied Project

Eastern Kentucky University

A2018-0116

Application County: Madison County Priority: Low Date Application Submitted: 5/8/2018

FUNDING REQUEST:

Eastern Kentucky University is requesting \$1258.04 in Madison County funds for their community garden.

APPLICATION SUMMARY:

The applicant indicates that a permanent shed structure with an awning in their already established community garden will house tools and provide shade to visitors. The applicant also indicates that a water collection system and a solar power kit will be installed, so as to use rainwater instead of city water, and to provide electric power for the shed.

The total cost of this project is estimated at \$2,516.08 with the following funding sources:

\$1258.04 KADF Madison County Funds (unsecure)

\$1258.04 Community Garden Budget (secure)

Committee Recommendation:

The White Application Review Committee recommends no funding due to no county funds being committed and project was given a low priority.

Board Decision:

The board denied this application, based on the committee's recommendation.

Warren Beeler 8/2/18-9/5/18 8/2/2018 Oversight 10:00 AM 8/4/2018 Speak at Lincoln Trail Alumni Meeting 6:00 PM 8/7/2018 Western KY Summer Forage Tour 3:00 PM 8/9/2018 CANE Opening 10:00 AM Wolfe County Farm and Home Night 8/10/2018 KAFC 10:00 AM 8/15/2018 Breathitt Veterinary Center 50th Anniversary 8/16-8/25/18 Kentucky State Fair 8/16/2018 KAC Meeting 12:15 PM Grayson Co. Foundation Meeting 5:00 PM 8/17/2018 4-H Breakfast 7:00 AM KADB 10:00 AM 8/23/2018 KFB Ham Breakfast 7:30 AM IJC Ag 10:00 AM 8/28/2018 KFB Economic & Market Development Committee 10:30 AM 8/29/2018 GOAP/CES Partnership Panel 8/31/2018 Tentative: Hinton Farms 100th Year Celebration 9/4/2018 St. Catherine Farm Field Day

9/5/2018 Oversight